(Caption of Case) Proposed Revisions to Articles 3 Commission's Regulations) and 4 of the))))))))	PUBLIC SERVICE OF SOUTH OF SOU	E COMMISSION CAROLINA
(Please type or print)		SC Bar Number: 405	
Submitted by: Len S. Anthony		Telephone: 919-546-6367	
Address: Progress Energy Service Company		Fax: 919-546-2	2694
P. O. Box 1551, PEB 1		Other:	
Raleigh, NC 27602		Email: len.s.anthony@pgnn	nail.com
NOTE: The cover sheet and information as required by law. This form is require be filled out completely. DOC Emergency Relief demanded in	CKETING INFORMA	ommission of South Carolina for the	e purpose of docketing and must
Other:			
INDUSTRY (Check one)	NATURE OF ACTION (Check all that apply)		
Electric	Affidavit		
Name of the Control o		∠ Letter	Request
☐ Electric/Gas	Agreement		Request for Certification
☐ Electric/Gas ☐ Electric/Telecommunications	Agreement Answer	A STATE OF THE STA	The state of the s
		Memorandum	Request for Certification
☐ Electric/Telecommunications	Answer	☐ Memorandum ☐ Motion	Request for Certification Request for Investigation
☐ Electric/Telecommunications ☐ Electric/Water	Answer Appellate Review	☐ Memorandum ☐ Motion ☐ Objection	Request for Certification Request for Investigation Resale Agreement
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom.	Answer Appellate Review Application	☐ Memorandum ☐ Motion ☐ Objection ☐ Petition	Request for Certification Request for Investigation Resale Agreement Resale Amendment
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer	Answer Appellate Review Application Brief	Memorandum Motion Objection Petition Petition for Reconsideration	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas	Answer Appellate Review Application Brief Certificate	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad	Answer Appellate Review Application Brief Certificate Comments	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad ☐ Sewer	Answer Appellate Review Application Brief Certificate Comments Complaint	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response Response to Discovery
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad ☐ Sewer ☐ Telecommunications	Answer Appellate Review Application Brief Certificate Comments Complaint Consent Order	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition Stipulation
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad ☐ Sewer ☐ Telecommunications ☐ Transportation	Answer Appellate Review Application Brief Certificate Comments Complaint Consent Order Discovery	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response Response to Discovery Return to Petition Stipulation Subpoena
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad ☐ Sewer ☐ Telecommunications ☐ Transportation ☐ Water	Answer Appellate Review Application Brief Certificate Comments Complaint Consent Order Discovery Exhibit	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony Promotion	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response Response to Discovery Return to Petition Stipulation Subpoena
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad ☐ Sewer ☐ Telecommunications ☐ Transportation ☐ Water ☐ Water/Sewer	Answer Appellate Review Application Brief Certificate Comments Complaint Consent Order Discovery Exhibit Expedited Consideration	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony Promotion Proposed Order Protest	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response Response to Discovery Return to Petition Stipulation Subpoena
☐ Electric/Telecommunications ☐ Electric/Water ☐ Electric/Water/Telecom. ☐ Electric/Water/Sewer ☐ Gas ☐ Railroad ☐ Sewer ☐ Telecommunications ☐ Transportation ☐ Water ☐ Water/Sewer ☐ Administrative Matter	Answer Appellate Review Application Brief Certificate Comments Complaint Consent Order Discovery Exhibit Expedited Consideration Interconnection Agreement	Memorandum Motion Objection Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony Promotion Proposed Order Protest	Request for Certification Request for Investigation Resale Agreement Resale Amendment Reservation Letter Response Response Response to Discovery Return to Petition Stipulation Subpoena



July 13, 2007

The Honorable Charles L. A. Terreni Chief Clerk and Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, S.C. 29210

Re: Proposed revisions to Articles 3 and 4 of the Commission's regulations;

Docket No. 2007-19-EG

Dear Mr. Terreni:

Progress Energy Carolinas, Inc. (PEC), by means of this letter, submits its comments on the proposed revisions to Articles 3 and 4 of the Commission's regulations.

The regulated electric and gas utilities serving the State of South Carolina and the Office of Regulatory Staff (ORS) commented on the Commission's proposed revisions to Articles 3 and 4 in mid-to-late 2006. Those comments were the result of a collaborative process that included workshops in which the Commission staff, the ORS, and the regulated utilities actively participated. In addition to the Commission's workshops, the regulated utilities and the ORS met and discussed numerous proposals and revisions, and worked diligently to reach accord on various provisions. Those negotiations resulted in the proposed revised regulations submitted to the Commission by the ORS on behalf of the regulated utilities and the ORS on March 7, 2007 ("Joint Proposal").

On May 9, 2007, the Commission filed proposed regulation amendments for Articles 3 and 4. PEC notes that the Commission's proposed regulations reflect, in many instances, the proposals contained in the March 7 Joint Proposal. However, PEC shares the concerns of the other parties in this proceeding that certain of the Commission's proposed revisions differ significantly from those developed by the utilities and the ORS. South Carolina Electric and Gas Company (SCE&G) has articulated these concerns in its comments, which are being filed under separate cover, and has offered additional comments to provide further justification for the proposed language reflected in the Joint Proposal submitted to the Commission on March 7, 2007. PEC concurs with SCE&G's comments, and respectfully requests that the Commission adopt the regulations as proposed in the Joint Proposal.

This comment letter incorporates by reference all prior written correspondence and comments received by the Commission from PEC relating to this docket, and the comments and proposed changes set forth in the letter from, and proposed revised regulations filed by, the ORS on behalf of the ORS and the utilities, including PEC, on March 7, 2007. PEC reserves the right

to make any additional comments it deems appropriate and does not waive any additional comments or arguments related to any issue regarding the proposed regulations.

PEC sincerely appreciates the opportunity to comment and provide input in this process. Thank you for the time and consideration given this important process by the Commission and its staff.

If you have any questions, please do not hesitate to contact me.

Very truly yours,

/s/

Len S. Anthony Deputy General Counsel – Regulatory Affairs

LSA:mhm

cc: Jocelyn Boyd, Esquire
Shannon B. Hudson, Esquire
C. Lessie Hammonds, Esquire
Catherine D. Taylor, Esquire
K. Chad Burgess, Esquire
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